

ND STATE FIRE & TORNADO FUND

State Investment Board Balance Sheet As of 6/30/2008

	As of <u>6-30-08</u>	As of <u>6-30-07</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 6,078,791	\$ 7,309,529
INTERNATIONAL EQUITIES	2,402,264	2,932,848
DOMESTIC FIXED INCOME	14,445,705	15,417,951
INVESTED CASH (NOTE 1)	<u>2,656,655</u>	<u>2,704,550</u>
TOTAL INVESTMENTS	25,583,415	28,364,878
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	116,214	122,150
MISCELLANEOUS RECEIVABLE	<u>40</u>	<u>35</u>
TOTAL RECEIVABLES	116,254	122,185
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	821,154	3,712,159
OPERATING CASH	<u>602</u>	<u>869</u>
TOTAL ASSETS	<u>\$ 26,521,425</u>	<u>\$ 32,200,091</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	821,154	3,712,159
ACCOUNTS PAYABLE	176	155
ACCRUED EXPENSES	293	308
INVESTMENT EXPENSE PAYABLE	<u>39,241</u>	<u>20,419</u>
TOTAL LIABILITIES	860,864	3,733,041
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	28,467,050	24,566,021
CASH IN DURING YEAR (NOTE 3)	9,500,000	2,400,000
CASH OUT DURING YEAR (NOTE 4)	11,350,000	1,725,000
NET INCREASE (DECREASE)	<u>(956,489)</u>	<u>3,226,029</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>25,660,561</u>	<u>28,467,050</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 26,521,425</u>	<u>\$ 32,200,091</u>

ND STATE FIRE & TORNADO FUND

State Investment Board Profit and Loss Statement For the Month Ended 6/30/2008

	Month Ended <u>6-30-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 83,405	\$ 1,009,765
SECURITIES LENDING INCOME	2,101	87,976
	<u>85,506</u>	<u>1,097,741</u>
 GAIN ON SALE OF INVESTMENTS	 284,621	 4,280,834
LOSS ON SALE OF INVESTMENTS	<u>401,601</u>	<u>4,229,674</u>
 NET GAINS (LOSSES) INVESTMENTS	 (116,980)	 51,160
 INVESTMENT EXPENSES	 23,195	 86,491
SECURITIES LENDING EXPENSES	1,209	79,170
 NET INVESTMENT INCOME	 (55,878)	 983,240
 NET APPREC (DEPREC) MARKET VALUE	 (799,443)	 (1,939,467)
MISCELLANEOUS INCOME/(EXPENSE)	<u>222</u>	<u>2,136</u>
 TOTAL INVESTMENT INCOME	 <u>(855,099)</u>	 <u>(954,091)</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	337	2,398
 NET INCREASE (DECREASE)	 <u>\$ (855,436)</u>	 <u>\$ (956,489)</u>

ND STATE FIRE & TORNADO FUND

State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2008

	As of <u>6/30/08</u>
ASSETS:	
INVESTMENTS (AT COST)	
LARGE CAP EQUITY	4,427,692
SMALL CAP EQUITY	<u>1,923,103</u>
TOTAL DOMESTIC EQUITIES	6,350,795
INTERNATIONAL EQUITY	2,335,674
FIXED INCOME	15,074,557
INVESTED CASH (NOTE 1)	<u>2,656,655</u>
TOTAL INVESTMENTS (AT COST)	<u><u>\$26,417,681</u></u>

ND STATE FIRE & TORNADO FUND
Notes To Financial Statements
June 30, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.